

TRANSCRIPT PREPARED BY THE CLERK OF THE LEGISLATURE  
Transcriber's Office

February 12, 1999 LB 795, 839A

SPEAKER KRISTENSEN PRESIDING

SPEAKER KRISTENSEN: Senator Brashear, you're recognized to close. He waives closing. The question before the body is the advancement of LB 839A. All those in favor vote aye; all those opposed vote nay. Have you all voted who care to? Record.

CLERK: 26 ayes, 0 nays, Mr. President, on the advancement of LB 839A.

SPEAKER KRISTENSEN: (LB) 839A advances. We next move to LB 795.

CLERK: Mr. President, 795, a bill introduced by Senator Stuhr. (Read title.) The bill was introduced on January 20, referred to Retirement Systems. The bill was advanced to General File. I have no amendments to the bill at this time, Mr. President.

SPEAKER KRISTENSEN: Senator Stuhr, you're recognized to open on LB 795.

SENATOR STUHR: Thank you, Mr. Speaker and members of the Legislature. LB 795 was introduced this year because of concerns dealing with the practicality of some of the reporting requirements for retirement plans enacted last year in LB 1191. LB 1191 implemented reporting requirements for political subdivisions that have established retirement plans. It required two types of reports--annual reports containing basic information, and quadrennial reports containing more extensive analysis. These reports must be filed with PERB and the Nebraska Retirement Systems Committee. LB 795 clarifies some of these provisions passed under LB 1191, and it also eliminates other provisions that have not been workable for some political subdivisions. LB 795 specifies that only plans established pursuant to Section 401(a) of the Internal Revenue Code are the plans subject to the reporting requirements. Thus reports would not be required for plans such as deferred compensation, 457 plans, and those plans in which the political subdivision contributes funds directly to an IRA for the employee. The bill eliminates the quadrennial report or financial audit and the investment return analysis for the defined contribution plans. One of the original concerns, under LB 1191 reporting